

UBS IR TEMPLATE

**Template: Range Accrual Rider to Master Swap
Template**

Version: Version 2 – 2 September 2011

Notes:

For G10 Currencies Only

Product Types:

- *RANGE_CMS_TENOR_CCY*
- *RANGE_CMSSPREAD_TENOR_CCY*
- *RANGE_CALLABLE_CMS_TENOR_CCY*
- *RANGE_CALLABLE_CMSSPREAD_TENOR_CCY*

This Rider is to be used, in conjunction with the Master Swap Template, for the structured leg.

1. Insert the following for the Floating Leg:

[1.] Floating Amounts:

Floating Rate Payer:	[Counterparty]/[UBS]
Floating Rate Payer Payment Dates:	[] [, subject to adjustment in accordance with the [Following/Modified Following/Preceding] Business Day Convention]
Floating Rate:	For each Calculation Period, a rate calculated in accordance with the following formula: $[([\%] [+/-\%]^1) \times n/N]^2$ $[(\text{Relevant Rate } [+/- \%^3]) \times n/N]^4$ where: "n" is the number of [calendar days/Business Days] in such Calculation Period on which the [Reference Rate/Reference Spread] is [greater/less] than [or equal to] the Lower Barrier Rate [and/or] [greater/less] than [or equal to] the Upper Barrier Rate; and "N" is the number of [calendar days/Business Days] in such Calculation Period
[Floating Rate Option:	[]
Designated Maturity:	[]
Reset Dates:	[] ⁴
Spread:	[Plus/Minus %] [None]
Floating Rate Day Count Fraction:	[]
Lower Barrier Rate:	[%]
Upper Barrier Rate:	[%]

¹ Note that any margin included here will be multiplied by n/N. A margin included using the term Spread, in contrast, will be added to the determined Floating Rate without being multiplied by n/N.

² Include if the range accrual formula is based on a fixed rate.

³ Note that any margin included here will be multiplied by n/N. A margin included using the term Spread, in contrast, will be added to the determined Floating Rate without being multiplied by n/N.

⁴ Include if the range accrual formula is based on a floating rate.

[Compounding:] [Applicable/Inapplicable]

[Compounding Dates:] []

[Business Days:] []

[2.] [Terms relating to the Reference Rate:

Reference Rate: For any day, a rate equal to the Relevant Rate for such day calculated in accordance with the provisions of Section 6.2(c) of the 2006 ISDA Definitions as though (i) the Floating Rate Option were the Reference Rate Floating Rate Option, (ii) the Designated Maturity were the Reference Rate Designated Maturity, (iii) the Reset Dates were the Reference Rate Reset Dates and (iv) the Rate Cut-off Dates were the Reference Rate Cut-off Dates

Reference Rate Floating Rate Option: []⁵ [, provided that, notwithstanding anything to the contrary in the 2006 ISDA Definitions, the rate for a Reset Date will be the rate which appears or is published, offered or otherwise determined on such Reset Date]

Reference Rate Designated Maturity: []

Reference Rate Reset Dates: [] [, subject to adjustment in accordance with the Preceding Business Day Convention]⁶

Reference Rate Cut-off Dates: [Five [] Business Days prior to each Period End Date]

[Business Days for Reference Rate Reset Dates and Reference Rate Cutoff Dates: []]⁷⁸

[2.] [Terms relating to the Reference Spread:

Reference Spread: For any day, a rate calculated in accordance with the following formula:

⁵ Note that the Reference Rate Floating Rate Option will, if it is defined by reference to one of the Rate Options in Section 7.1, specify the day on which the rate for each Reference Rate Reset Date shall be determined. If a different fixing convention is to be used, the parties can provide for this by adjusting the Reference Rate Floating Rate Option (for instance, by using the square-bracketed language provided for same-day fixing) or the Reference Rate Reset Dates.

⁶ Not necessary if Reference Rate Reset Dates are defined by reference to particular Business Days.

⁷ Not necessary if Reference Spread Reset Dates and Reference Spread Cut-off Dates are defined by reference to particular Business Days.

⁸ Include if the Floating Rate is to be determined by reference to a Reference Rate.

First Spread Rate – Second
Spread Rate

First Spread Rate:	For any day, a rate equal to the Relevant Rate for such day calculated in accordance with the provisions of Section 6.2(c) of the 2006 ISDA Definitions as though (i) the Floating Rate Option were the First Spread Rate Floating Rate Option, (ii) the Designated Maturity were the First Spread Rate Designated Maturity, (iii) the Reset Dates were the Reference Spread Reset Dates and (iv) the Rate Cut-off Dates were the Reference Spread Cut-off Dates
First Spread Rate Floating Rate Option:	[] ⁹ [, provided that, notwithstanding anything to the contrary in the 2006 ISDA Definitions, the rate for a Reset Date will be the rate which appears or is published, offered or otherwise determined on such Reset Date]
First Spread Rate Designated Maturity:	[]
Second Spread Rate:	For any day, a rate equal to the Relevant Rate for such day calculated in accordance with the provisions of Section 6.2(c) of the 2006 ISDA Definitions as though (i) the Floating Rate Option were the Second Spread Rate Floating Rate Option, (ii) the Designated Maturity were the Second Spread Rate Designated Maturity, (iii) the Reset Dates were the Reference Spread Reset Dates and (iv) the Rate Cut-off Dates were the Reference Spread Cut-off Dates
Second Spread Rate Floating Rate Option:	[] ¹⁰ [, provided that, notwithstanding anything to the contrary in the 2006 ISDA Definitions, the rate for a Reset Date will be the rate which appears or is published, offered or otherwise determined on such Reset Date]

⁹ Note that the First Spread Rate Floating Rate Option will, if it is defined by reference to one of the Rate Options in Section 7.1, specify the day on which the rate for each Reference Spread Reset Date shall be determined. If a different fixing convention is to be used, the parties can provide for this by adjusting the First Spread Rate Floating Rate Option (for instance, by using the square-bracketed language provided for same-day fixing) or, in some cases, the Reference Spread Reset Dates.

¹⁰ Note that the Second Spread Rate Floating Rate Option will, if it is defined by reference to one of the Rate Options in Section 7.1, specify the day on which the rate for each Reference Spread Reset Date shall be determined. If a different fixing convention is to be used, the parties can provide for this by adjusting the Second Spread Rate Floating Rate Option (for instance, by using the square-bracketed language provided for same-day fixing) or, in some cases, the Reference Spread Reset Dates.

Second Spread Rate Designated Maturity: []

Reference Spread Reset Dates: [] [, subject to adjustment in accordance with the Preceding Business Day Convention]¹¹

Reference Spread Cut-off Dates: [Five [] Business Days prior to each Period End Date]

[Business Days for Reference Spread Reset Dates and Reference Spread Cut-off Dates: []]^{12,13}

¹¹ Not necessary if Reference Spread Reset Dates are defined by reference to particular Business Days.

¹² Not necessary if Reference Spread Reset Dates and Reference Spread Cut-off Dates are defined by reference to particular Business Days.

¹³ Include if the Floating Rate is to be determined by reference to a Reference Spread.